

Exhibit 300: Capital Asset Summary

Part I: Summary Information And Justification (All Capital Assets)

Section A: Overview & Summary Information

Date Investment First Submitted: 2009-06-30
Date of Last Change to Activities: 2012-06-25
Investment Auto Submission Date: 2012-02-28
Date of Last Investment Detail Update: 2012-02-24
Date of Last Exhibit 300A Update: 2012-06-01
Date of Last Revision: 2012-07-20

Agency: 011 - Department of Justice **Bureau:** 10 - Federal Bureau of Investigation

Investment Part Code: 01

Investment Category: 00 - Agency Investments

1. Name of this Investment: FBI National Instant Criminal Background Check System (NICS)

2. Unique Investment Identifier (UII): 011-000002616

Section B: Investment Detail

- 1. Provide a brief summary of the investment, including a brief description of the related benefit to the mission delivery and management support areas, and the primary beneficiary(ies) of the investment. Include an explanation of any dependencies between this investment and other investments.**

The NICS mission is to enhance national security and public safety by providing the timely and accurate determination of a person's eligibility to possess firearms and/or explosives in accordance with federal law. Title 18, Section 922 of the United States Code (U.S.C.), defines who is prohibited from shipping, transporting, possessing, or receiving any firearm or ammunition in or affecting commerce. The NICS Regulation, Title 28, Code of Federal Regulations, Part 25, Subpart A requires the NICS to provide Federal Firearms Licensees (FFLs) with an immediate response regarding the person from whom the receipt of a firearm would violate the U.S.C. If the initial response is a "delay," the NICS is required to provide the FFLs with a final determination within three business days. The NICS Regulation provides the states with the option to act as a point of contact (POC) for NICS background checks and allows the FBI to serve as the POC in those states that have chosen not to perform the checks. The NICS Regulation required development of other electronic means of contact and the NICS E-Check was developed. This function enables the FFLs to initiate an unassisted NICS background check for firearm transfers via the Internet. When the FFLs conduct a NICS Check, name and descriptive data is submitted to the NICS to determine if prohibitions exist. During FY 2007, the FBI Criminal Justice Information Services (CJIS) Division's NICS Section initiated an extensive Business Process Redesign study to seek opportunities to improve the NICS. On 08-13-2009, the NICS Section initiated a requirements study for the

development of a new NICS that encompassed all internal and external processes, interfaces, and functionality required throughout the NICS community and outlined required modifications and improvements to the NICS to allow continued system operating capabilities. The continued success of the NICS is dependent on the New NICS development which will provide increased system availability and automate the NICS transaction life cycle process. Efficiencies will be gained by reducing system/software redeliveries, utilizing Computer Telephone Integration technology, and having complete interoperability with NICS partners and agencies. The primary beneficiaries of the NICS are the American public (protection from violent crime and terrorist acts) and law enforcement/public safety personnel.

2. How does this investment close in part or in whole any identified performance gap in support of the mission delivery and management support areas? Include an assessment of the program impact if this investment isn't fully funded.

Since implementation in 1998, NICS performance gaps have been identified. These gaps include outdated technology, lack of scalability and flexibility, disparate database and components, lack of accessibility and availability, and business efficiencies. There are significant risks if the new NICS is not developed. The Brady Act gives the government three business days to make a final determination. Current growth trends, in the form of ever increasing transaction volumes, indicate that NICS will not be able to meet this requirement in the next two years. In the past the NICS has met all expectations set forth by new legislative requirements. The NICS must be proactive for any future legislative requirements that may be brought forth. The identified performance gaps would have an effect on how the NICS can make necessary changes to meet any new legislation. Failure to make a legally defensible final determination within three business days would allow a possible firearms transfer to occur. This NICS failure would allow guns into the hands of potentially dangerous individuals and presents a risk to the safety and security of the country. In addition, the FBI's reputation is at risk if any individual commits a crime due to NICS not being able to make a final determination in a timely manner. Failure to provide a determination in accordance with the Brady Act can potentially result in three situations: Non-compliance with the Brady Act, firearms transfers to prohibited individuals, violation of the constitutional rights (second amendment) of lawful citizens. To close these gaps, a NICS overhaul is planned. The New NICS Program Management Office anticipates the Request for Proposal (RFP) release in the second quarter of FY 2012. Although source selection activities will begin in the second quarter, the final stages of source selection and contract award will occur in the third quarter of FY 2012.

3. Provide a list of this investment's accomplishments in the prior year (PY), including projects or useful components/project segments completed, new functionality added, or operational efficiency achieved.

Efficiency was added by prioritizing delayed transactions to ensure warrants are processed first. Additional prioritization was created to ensure transactions are processed based on the Brady Transfer date. A visual color indicator was also added to the NICS to indicate priority. These changes aid in meeting the three-business day mandate. Efficiency was added to the appeal process by providing the ability to insert comments and attachments simultaneously to all applicable appeal-related records for an individual appellant. This time-saving initiative assists in managing the appeal backlog. Audit and Purge Now Flags were added to all NICS transactions. These flags are set by specific user roles and will keep a transaction from

purging if an audit is needed and will fully purge a transaction during the next purge cycle if selected. Efficiency was added to the quality review process by creating a review monitor for appeal-related records.

4. Provide a list of planned accomplishments for current year (CY) and budget year (BY).

The New NICS Program Management Office anticipates the Request for Proposal (RFP) release in the second quarter of FY 2012. Although source selection activities will begin in the second quarter, the final stages of the source selection and contract award will occur in the third quarter of FY 2012. An Initial Baseline Review will be conducted in the fourth quarter of FY 2012. The New NICS Design Phase and Phase One are primarily planned for the FY 2013 budget year. In the first quarter of FY 2013, the Preliminary Design Review (PDR) will be conducted followed by the Critical Design Review (CDR) and Final Design Review (FDR) in the second quarter of FY 2013. Phase One Infrastructure Redesign and Refresh will also begin in the second quarter and will continue through the fourth quarter of FY 2013.

5. Provide the date of the Charter establishing the required Integrated Program Team (IPT) for this investment. An IPT must always include, but is not limited to: a qualified fully-dedicated IT program manager, a contract specialist, an information technology specialist, a security specialist and a business process owner before OMB will approve this program investment budget. IT Program Manager, Business Process Owner and Contract Specialist must be Government Employees.

1998-11-30

Section C: Summary of Funding (Budget Authority for Capital Assets)

1.

Table I.C.1 Summary of Funding

	PY-1 & Prior	PY 2011	CY 2012	BY 2013
Planning Costs:	\$5.4	\$0.5	\$0.0	\$0.0
DME (Excluding Planning) Costs:	\$103.6	\$2.2	\$33.7	\$17.4
DME (Including Planning) Govt. FTEs:	\$229.7	\$1.0	\$3.9	\$3.9
Sub-Total DME (Including Govt. FTE):	\$338.7	\$3.7	\$37.6	\$21.3
O & M Costs:	\$77.8	\$8.0	\$1.3	\$1.3
O & M Govt. FTEs:	\$135.3	\$3.0	\$0.1	\$0.3
Sub-Total O & M Costs (Including Govt. FTE):	\$213.1	\$11.0	\$1.4	\$1.6
Total Cost (Including Govt. FTE):	\$551.8	\$14.7	\$39.0	\$22.9
Total Govt. FTE costs:	\$365.0	\$4.0	\$4.0	\$4.2
# of FTE rep by costs:	5,786	40	40	40
Total change from prior year final President's Budget (\$)		\$3.5	\$29.2	
Total change from prior year final President's Budget (%)		31.50%	298.00%	

2. If the funding levels have changed from the FY 2012 President's Budget request for PY or CY, briefly explain those changes:

Funding level changes have occurred due to a more effective and accurate calculation tool for calculating the FTE costs and also with the addition of the New NICS Project. The FBI requested to use Working Capital Funding to execute a contract for competitive award for procuring development-related services, hardware, and software to upgrade and redesign the current NICS technical architecture as a means to enhance current functionality, and provide support and work level efficiencies.

Section D: Acquisition/Contract Strategy (All Capital Assets)

Table I.D.1 Contracts and Acquisition Strategy

Contract Type	EVM Required	Contracting Agency ID	Procurement Instrument Identifier (PIID)	Indefinite Delivery Vehicle (IDV) Reference ID	IDV Agency ID	Solicitation ID	Ultimate Contract Value (\$M)	Type	PBSA ?	Effective Date	Actual or Expected End Date
Awarded	1549	DJFA9G902095	GS35F4381G	4730							
Awarded	1549	DJFA9G0805114	GS35F0287T	4730							
Awarded	1549	DJFM7D701300	W91QUZ04D0004	9700							

2. If earned value is not required or will not be a contract requirement for any of the contracts or task orders above, explain why:

The contracts identified are non-development, service-based contracts. The cost and schedule performance for individual projects is monitored in accordance with DOJ and FBI EVM policy.

Exhibit 300B: Performance Measurement Report

Section A: General Information

Date of Last Change to Activities: 2012-06-25

Section B: Project Execution Data

Table II.B.1 Projects

Project ID	Project Name	Project Description	Project Start Date	Project Completion Date	Project Lifecycle Cost (\$M)
002616-A	NNICS Development Project	New NICS Development - RFP Preparation & Source Selection Activities.			

Activity Summary

Roll-up of Information Provided in Lowest Level Child Activities

Project ID	Name	Total Cost of Project Activities (\$M)	End Point Schedule Variance (in days)	End Point Schedule Variance (%)	Cost Variance (\$M)	Cost Variance (%)	Total Planned Cost (\$M)	Count of Activities
002616-A	NNICS Development Project							

Key Deliverables

Project Name	Activity Name	Description	Planned Completion Date	Projected Completion Date	Actual Completion Date	Duration (in days)	Schedule Variance (in days)	Schedule Variance (%)
002616-A	ARB RFP Documents	Develop RFP Documentation for ARB & CO Support	2011-08-25	2011-08-25	2011-08-25	116	0	0.00%
002616-A	Source Selection - RFP Documents	Develop RFP Documentation for Source Selection	2012-04-25	2012-04-25	2012-04-25	306	0	0.00%

Section C: Operational Data

Table II.C.1 Performance Metrics

Metric Description	Unit of Measure	FEA Performance Measurement Category Mapping	Measurement Condition	Baseline	Target for PY	Actual for PY	Target for CY	Reporting Frequency
Maintain Accuracy Rate of processing transactions according to established procedures above 97 percent	percent of accuracy in processing transactions	Process and Activities - Management and Innovation	Over target	97.000000	97.000000	99.720000	97.000000	Monthly
Achieve System Availability of 98 percent or higher	percent of NICS system availability	Customer Results - Service Quality	Over target	98.000000	98.000000	100.000000	98.000000	Monthly
Maintain an Immediate Determination Rate on Eligibility of at least 90 percent	percent of Immediate Determination Rate	Mission and Business Results - Services for Citizens	Over target	90.000000	90.000000	91.330000	90.000000	Monthly
Provide ATF with the number of Denials by electronic means, with an accuracy rate of 96 percent or above	percent of accuracy	Technology - Efficiency	Over target	96.000000	96.000000	100.000000	96.000000	Semi-Annual
Implement one or more new information sharing initiatives with external customers	number of initiatives	Technology - Information and Data	Over target	3.000000	1.000000	1.000000	1.000000	Semi-Annual